

State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

August 12, 2013

Jeff Peterson Farm Country Salt LLC P.O. Box 253 Redmond, Utah 84652

Subject: Conditional Permit to Commence Small Mine Activities, Farm Country Salt LLC, Farm Country Salt Mine, S/039/0036, Sanpete County, Utah

Dear Mr. Peterson:

The Division of Oil, Gas and Mining finds your Notice of Intention to Commence Small Mining Operations (Notice) complete and approves the reclamation surety for the Farm Country Salt mine. The surety is escalated until 2018. You are now conditionally permitted to conduct mining activities as outlined in the Notice provided you have approval from all other appropriate agencies. Until you provide – and the Division approves – additional reclamation surety sufficient to cover reclamation of your proposed underground portals (\$2,000), you are restricted to the surface mining components of your Notice, and are not approved to construct portals.

The approval or acceptance of a complete notice of intention does not relieve an operator from his responsibility to comply with the applicable statutes, rules, regulations, and ordinances of all local, state and federal agencies with jurisdiction over any aspect of the operator's mining operations. Enclosed please find a copy of the reclamation contract and stamped approved Notice.

Please keep in mind the following regulatory requirements:

- Stockpiling topsoil material prior to beginning activities will help ensure successful revegetation. Even the first few inches of undeveloped material is worth saving to aid in later revegetation efforts, and future regulatory surety release.
- If you encounter any archaeological or historical items, you are asked to notify this office and the Division of State History.
- Permit fees and annual reports are due by January 31st.



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The Division's web page at http://ogm.utah.gov under the Minerals Program has a link to the rules under which you are expected to operate and to other information to assist you in complying with program requirements. Thank you for your cooperation. In reply, please contact Peter Brinton at 801-538-5258 or Paul Baker at 801-538-5261 if you have questions or concerns regarding this approval.

Sincerely,

Dana Dean, P.E.

Associate Director, Mining

DD: pnb: eb

Enclosure: Copy of RC & surety forms

Clair & Marsha Nielson landown

Clair & Marsha Nielson, landowners (1060 East 650 North, Orem, Utah 84097) Larry & Echo Nielson, landowners (173 South 375 West, Ivins, Utah 84738)

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